UNITED STATES DISTRICT COURT FOR THE EASTERN DISTRICT OF TEXAS MARSHALL DIVISION

| DDR HOLDINGS, LLC | § | |
|---|---|---------------------------------|
| | § | |
| Plaintiff and Counterclaim | § | |
| Defendant | § | |
| | § | |
| v. | § | Civil Action No. 2-06CV-42-DF |
| | § | CIVII ACUOII No. 2-00C V -42-DF |
| | § | |
| HOTELS.COM, L.P., et al. | § | |
| | § | |
| Defendants and Counterclaim Plaintiffs. | § | |
| | § | |

DEFENDANTS' RESPONSE TO PLAINTIFF'S MOTION TO CONTINUE HEARING ON MOTION TO STAY

Defendants and Counterclaim Plaintiffs Hotels.com, L.P.; Expedia, Inc.; Travelocity.com LP; Site59.com, LLC; Internetwork Publishing Corporation d/b/a Lodging.com; Neat Group Corporation; International Cruise & Excursion Gallery, Inc.; OurVacationStore.com, Inc.; National Leisure Group, Inc.; and Digital River, Inc. (collectively "Defendants") hereby submit this Response to Plaintiff's ("DDR") Motion to Continue Hearing on Motion to Stay.

In Defendants' Surreply in Opposition to Plaintiff's Motion to Stay, the Defendants alerted the Court that DDR received a Notice of Failure to Comply with Ex Parte Reexamination Request Filing Requirements and had 30 days to remedy the failure of compliance. The 30 day period has since expired without any action by the Plaintiff. Consequently, the Defendants communicated to DDR that the Motion to Stay is now moot. In response, DDR acknowledged that in order to continue their desired reexaminations of the patents-in-suit, it must file new reexamination applications with the Patent and Trademark Office – a process which would only restart the nearly three months of delay this Court and the Defendants have already experienced.

In light of the denied reexamination applications, the Defendants request that the Court deny Plaintiff's Motion to Stay as moot and either (1) convert the currently scheduled hearing on December 7, 2006 to a scheduling conference to discuss resetting the *Markman* deadlines and all other deadlines arising therefrom or (2) order a new date for such scheduling conference.¹

Dated: December 6, 2006 Respectfully submitted,

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¹ Defendant National Leisure Group, Inc. submits that this action should be dismissed, as Plaintiff apparently does not want to proceed expeditiously, either with this civil action or with the re-examinations that it requested.

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CERTIFICATE OF SERVICE

The undersigned certifies that all counsel of record who have consented to electronic service are being served with a copy of this document via the Court's CM/ECF system per Local Rule CV-5(a)(3) on this the 6th day of December, 2006. Any other counsel of record will be served by first class mail.

__/s/ J. Thad Heartfield______ J. Thad Heartfield